

Pleasant Hill-Crossroads Water System, Inc.
Joyce, Louisiana

ANNUAL FINANCIAL REPORT

For the Years Ended December 31, 2008 and December 31, 2007

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 10/21/09

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Pleasant Hill-Crossroads Water System, Inc.
Joyce, Louisiana

**General Purpose Financial Statements
and Accountant's Compilation Report
As of and For the Year Ended December 31, 2008 and December 31, 2007**

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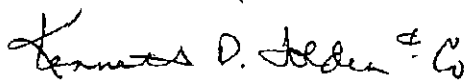
ACCOUNTANT'S COMPILATION REPORT

Pleasant Hill-Crossroads Water System, Inc.
P. O. Drawer 3
Joyce, LA 71440

We have compiled the accompanying statement of financial position of the Pleasant Hill-Crossroads Water System, Inc. (a Non-Profit Corporation), as of December 31, 2008 and December 31, 2007, and the related statements of activities and functional expenses for the year ended December 31, 2008 and the December 31, 2007, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit all of the disclosures and statements of cash flows as required by generally accepted accounting principles. If the omitted disclosures and statements of cash flows were included in the financial statements, they might influence the user's conclusion about the company's financial position and results of operations. Accordingly, these financial statements are not designed for those who are not informed about such matters.



KENNETH D. FOLDEN & CO.
Certified Public Accountants

Jonesboro, Louisiana

Pleasant Hill-Crossroads Water System, Inc.
Joyce, Louisiana
STATEMENT OF FINANCIAL POSITION
As of December 31, 2008 and December 31, 2007

	12/31/08	12/31/07
ASSETS		
CURRENT ASSETS		
Cash-Bank of Winnfield	\$ 25,201	\$ 12,163
Bank - Grant	134,504	175,000
Time Deposits and Investments	41,107	39,507
Time Deposit-USDA Reserve	18,543	24,191
Accounts Receivable	4,348	4,724
TOTAL CURRENT ASSETS	<u>223,703</u>	<u>255,585</u>
PROPERTY, PLANT & EQUIPMENT		
Land (Lot)	2,000	2,000
Water Well and Distribution	614,161	614,161
Constuction Work-In-Progress	40,496	-
TOTAL PROPERTY, PLANT & EQUIPMENT	<u>656,657</u>	<u>616,161</u>
LESS: ACCUMULATED DEPRECIATION	<u>(295,565)</u>	<u>(280,211)</u>
NET PROPERTY, PLANT & EQUIPMENT	<u>361,092</u>	<u>335,950</u>
OTHER ASSETS		
TOTAL OTHER ASSETS	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 584,795</u>	<u>\$ 591,535</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 5,376	\$ 672
Notes Payable- Current	1,475	1,475
Customer Deposits	3,750	3,250
TOTAL CURRENT LIABILITIES	<u>10,601</u>	<u>5,397</u>
LONG-TERM LIABILITIES		
Note Payable - Long Term	197,452	202,393
TOTAL LONG-TERM LIABILITIES	<u>197,452</u>	<u>202,393</u>
TOTAL LIABILITIES	<u>208,053</u>	<u>207,790</u>
NET ASSETS		
Unrestricted	224,238	190,745
Temporarily restricted	134,504	175,000
Permanently restricted	18,000	18,000
TOTAL NET ASSETS	<u>376,742</u>	<u>383,745</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 584,795</u>	<u>\$ 591,535</u>

Pleasant Hill-Crossroads Water System, Inc.
Joyce, Louisiana
STATEMENT OF ACTIVITIES
For the Years Ended December 31, 2008 and December 31, 2007

December 31, 2008

	UNRESTRICTED	TEMPORARILY RESTRICTED	Permanently Restricted	TOTAL
Revenues				
Water Sales	\$ 51,433	\$ -	\$ -	\$ 51,433
Connecting Fees	555	-	-	555
Transfer Fees	25	-	-	25
Revenue Acct	150	-	-	150
Interest Revenue	31	-	-	31
Miscellaneous Revenue	3,106	-	-	3,106
Meter Deposit Revenue	1,150	-	-	1,150
Grant Revenue - FEMA	6,546	-	-	6,546
TOTAL REVENUES	<u>62,995</u>	<u>-</u>	<u>-</u>	<u>62,995</u>
Expenses				
Program services				
Program Services	55,218	-	-	55,218
Supporting services				
Management and General	14,780	-	-	14,780
TOTAL EXPENSES	<u>69,998</u>	<u>-</u>	<u>-</u>	<u>69,998</u>
Net Assets Released from Restrictions				
Grant funds used for construction in progress	40,496	(40,496)	-	-
CHANGE IN NET ASSETS	<u>33,493</u>	<u>(40,496)</u>	<u>-</u>	<u>(7,003)</u>
NET ASSETS AT BEGINNING OF PERIOD	<u>190,744</u>	<u>175,000</u>	<u>18,000</u>	<u>383,744</u>
NET ASSETS AT END OF CURRENT PERIOD	<u>\$ 224,237</u>	<u>\$ 134,504</u>	<u>\$ 18,000</u>	<u>\$ 376,741</u>

See Accountant's Compilation Report

Pleasant Hill-Crossroads Water System, Inc.
Joyce, Louisiana
STATEMENT OF ACTIVITIES
For the Years Ended December 31, 2008 and December 31, 2007

December 31, 2007

	UNRESTRICTED	TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	TOTAL
Revenues				
Water Sales	\$ 54,055	\$ -	\$ -	\$ 54,055
Connecting Fees	450	-	-	450
Transfer Fees	70	-	-	70
Revenue Acct	1,800	-	-	1,800
Interest Revenue	305	-	-	305
Miscellaneous Revenue	621	-	-	621
Meter Deposit Revenue	500	-	-	500
Grant Revenue - FEMA	20,422	-	-	20,422
Grant Revenue - State	-	175,000	-	175,000
TOTAL REVENUES	<u>78,222</u>	<u>175,000</u>	<u>-</u>	<u>253,222</u>
Expenses				
Program services				
Program Services	67,256	-	-	67,256
Supporting services				
Management and General	15,688	-	-	15,688
TOTAL EXPENSES	<u>82,945</u>	<u>-</u>	<u>-</u>	<u>82,945</u>
CHANGE IN NET ASSETS	<u>(4,723)</u>	<u>175,000</u>	<u>-</u>	<u>170,277</u>
NET ASSETS AT BEGINNING OF PERIOD	<u>195,467</u>	<u>-</u>	<u>18,000</u>	<u>213,467</u>
NET ASSETS AT END OF CURRENT PERIOD	<u>\$ 190,744</u>	<u>\$ 175,000</u>	<u>\$ 18,000</u>	<u>\$ 383,744</u>

See Accountant's Compilation Report

Pleasant Hill-Crossroads Water System, Inc.
Joyce, Louisiana
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2008 and December 31, 2007

	<u>December 31, 2008</u>		
	<u>PROGRAM SERVICES</u>	<u>SUPPORT SERVICES</u>	<u>Total Expenses</u>
	<u>Water Service</u>	<u>Management and General</u>	
Advertising	\$ -	\$ 551	\$ 551
Accounting and Billing	-	3,000	3,000
Continuing Education	-	-	-
Contract Labor	6,194	-	6,194
Depreciation	15,354	-	15,354
Dues & Subscriptions	-	225	225
Insurance	-	3,826	3,826
Interest Expense	12,759	-	12,759
Legal & Accounting	-	-	-
Miscellaneous	-	617	617
Office supplies	-	709	709
Postage	-	994	994
Rent	-	224	224
Repairs and Maintenance	12,275	-	12,275
Supplies	-	-	-
System Supplies	2,657	-	2,657
Taxes & Licenses	1,751	-	1,751
Telephone	-	1,148	1,148
Travel	-	3,485	3,485
Utilities	4,228	-	4,228
TOTAL EXPENSES	<u>\$ 55,218</u>	<u>\$ 14,780</u>	<u>\$ 69,998</u>

See Accountant's Compilation Report

Pleasant Hill-Crossroads Water System, Inc.
Joyce, Louisiana
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2008 and December 31, 2007

	December 31, 2007		
	PROGRAM SERVICES	SUPPORT SERVICES	Total Expenses
	Water Service	Management and General	
Advertising	\$ -	\$ 377	\$ 377
Accounting and Billing	-	3,000	3,000
Continuing Education	-	1,050	1,050
Contract Labor	5,867	-	5,867
Depreciation	15,354	-	15,354
Dues & Subscriptions	-	380	380
Insurance	-	3,754	3,754
Interest Expense	13,064	-	13,064
Legal & Accounting	-	780	780
Miscellaneous	-	349	349
Office Supplies	-	-	-
Postage	-	974	974
Rent	-	326	326
Repairs and Maintenance	23,987	-	23,987
Supplies	-	1,860	1,860
System Supplies	3,653	-	3,653
Taxes & Licenses	1,150	-	1,150
Telephone	-	712	712
Travel	-	2,126	2,126
Utilities	4,183	-	4,183
TOTAL EXPENSES	\$ 67,256	\$ 15,688	\$ 82,945

See Accountant's Compilation Report

**Pleasant Hill - Crossroads Water System, Inc.
Joyce, Louisiana**

**Schedule of Findings
For the Years Ended December 31, 2008 and December 31, 2007**

A. FINDINGS - FINANCIAL STATEMENTS AUDIT

Current Year

2008-1-Untimely Filing of Report

The Pleasant Hill-Crossroads Water System, Inc. did not have annual financial statements filed within six months of the close of the year as required by law.

Management Response

Practices have been put in place that will ensure future required filings will be submitted in a timely manner, and within the time frame required by state law.

Prior Year

2007-1-Untimely Filing of Report

The Pleasant Hill-Crossroads Water System, Inc. did not have annual financial statements filed within six months of the close of the year as required by law.

Management Response

Practices have been put in place that will ensure future required filings will be submitted in a timely manner, and within the time frame required by state law.